GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industrial Promotion – M/s Indosol Solar Pvt. Ltd. (ISPL) proposes to setup an Integrated solar PV module manufacturing facility along with in-house Float glass manufacturing facility at Ramayapatnam, SPSR Nellore District – Extending a special package of incentives under Mega Project Category - Orders- Issued.

INDUSTRIES AND COMMERCE (P&I) DEPARTMENT

G.O.MS.No.66 Dated: 15-09-2022.

Read the following.

1. From M/s Indosol Solar Pvt. Ltd. (ISPL) dated 27.07.2022
2. Minutes of State Investment Promotion Committee meeting held on 29.08.2022
3. Minutes of State Investment Promotion Board meeting held on 05.09.2022.

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ORDER:

The Government of Andhra Pradesh (GoAP) is committed towards holistic and sustainable development with an objective to (i) promote industrial growth and productivity; (ii) create diverse employment avenues; (iii) optimally utilize its human resources; (iv) attain global competitiveness; and (v) position the State and India as a major player in new and renewable energy. This is aligned to GoAP's Industrial Policy 2020-23 targeted to provide the best-in-class infrastructure, zero hassle, setup skilled labour availability and end to end handling support for units to provide an industry-friendly environment at par with global standards. GoAP's policy is targeted to asset creation, providing ready-built pre-cleared facilities and skill development centres which can serve as a base for sustainable growth. Further, Government of India, as part of its stand at COP-26 to UNFCCC, has committed to achieve ffty percent (50%) of its total energy requirements from renewable energy and to reach 500 GW of Non-fossil energy capacity by 2030. Apart from increasing the capacity of RE in the energy mix and encouraging the usage of power from RE based sources, the policy landscape of the country GO MS/59/2022/INC01-Industries and Commerce File No.INC01-IND/210/2022-P-I also shows a keen focus on creating suitable infrastructure and supplying the required materials for implementation of RE based power generation. One such scheme includes the Production Linked Incentive (PLI) scheme announced in 2021 for manufacturing the equipment needed for solar power. This vision is coherent with Government of India's goal to accelerate domestic industrial production through 'Make in India' program and is aligned to 'Atmanirbhar Bharat' program.

2. The Shirdi Sai Electricals Limited (SSEL) along with its consortium partner, have participated in the PLI scheme for developing integrated solar PV module manufacturing floated by Indian Renewable Energy Development Agency Limited (IREDA). The SSEL consortium was allocated PLI for INR 1875 Crores from IREDA. M/s Indosol Solar Private Limited is a special purpose

(P.T.O)

vehicle incorporated by consortium led by SSEL to execute the project in line with PLI requirements.

3. In the reference 1st read above, M/s Indosol Solar Private Limited has proposed to setup India's frst fully integrated solar PV module manufacturing facility with a global scale capacity of 20 GW equivalent of Metallurgical silicon, 20 GW equivalent of Polysilicon, 15 GW of Ingot/Wafer, 10 GW of Cell and Module along with in-house glass manufacturing facility of 10 GW equivalent capacity with an investment of INR 43,143 Cr in 3 phases, and with a potential to create direct employment to 11,500 people and to about 10,000 - 11000 people indirectly, in a phased manner over a period of 5 years at Ramayapatnam, SPSR Nellore District. The project would also generate indirect employment to 11,000 people. Details of phasewise investments and employment are presented below:

Phase	**Investment in Rs. Crore**	**Employment (Direct)**
Phase 1	*20,836*	*5013*
Phase 2	*9,960*	*4072*
Phase 3	*12,348*	*4215*
Total	***43,143***	***11,500***

4. Accordingly, the proposal was placed before the State Investment Promotion Board meeting held on 05.09.2022 with the recommendations of the State Investment Promotion Committee.

5. The Board has taken note of the fact that proposed project is an integrated facility, 1st of its kind in India and decided to extend special package of incentives to M/s Indosol Solar Private Ltd.

6. Government after careful examination of the recommendations of the State Investment Promotion Board hereby extend the following incentives to M/s Indosol Solar Pvt. Ltd. (ISPL), Ramayapatnam, SPSR Nellore District.

i. Power (HT III B) at a fixed tariff of Rs.4.00 per unit for the first 7 years and @ Rs 4.50 per unit for the next 8 years, from the date of commencement of production, on the power consumed from the DISCOMS. This fixed tariff includes demand charges, energy charges and time of day charges. However, the power drawn from DISCOM by the company shall be limited to a maximum of 40% of total power consumption.

ii. Exemption of Open Access charges and cross subsidy surcharge, if any, for 15 years.

iii. Full exemption from payment of Electricity Duty for a period of 15 years from DCP.

iv. Energy Department (APTRANSCO) to establish substation with required capacity, without R&C and with N-2 contingency and socializing the same

for the industries coming up in and around the area, with the condition that:

a. The company has to lay the lines at their own cost.

b. The company has to provide sufficient land for construction of 765/400 kV Substation by AP Transco.

v. Net SGST reimbursement on sale of products for 10 years limited to Fixed capital Investment.

vi. 100% reimbursement of stamp duty and transfer duty paid by the Industry on purchase of land meant for Industrial use.

vii. Government shall facilitate procurement of 5148 Acres of land in Ramayapatnam through APIIC/AP Maritime Board, under LA for others, as per the procedure in vogue, on payment of cost basis.

viii. Agreed in principle for allotment of mines for captive usage, duly amending the rules, as the proposed project brings in value addition for the minerals within the State. Mines Department shall take necessary action accordingly.

ix. Allocate of 50 MLD of water from Sangam barrage at a cost as per the prevailing policy, for meeting the requirements of the unit and the Port. The Company shall invest on the pipeline infrastructure and the Government would facilitate ROW including land acquisition, if any. Further the unit is advised to go for desalination in future, as providing fresh water for long time, may not be possible.

x. Allocate a dedicated berth at Ramayapatnam port to the company, which shall be developed at their own cost.

7. A detailed operational guideline will be issued separately.

8. Given the scale of the project, it is further advised that Industries and Commerce Dept. shall constitute a separate Project Implementation Unit (PIU) which shall facilitate and handhold approvals/ clearances for the proposed project.

9. The Energy Department, Mines Department, Water Resources Department, the Director of Industries, Andhra Pradesh, Mangalagiri, the Vice Chairman and Managing Director, APIIC, Mangalagiri, and the CEO, AP Maritime Board shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R. KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT & CIP

To
The Director of Industries, Andhra Pradesh, Vijayawada.

The Vice Chairman & Managing Director, AP Maritime Board, Mangalagiri.
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri.
The SPl CS, Energy Department / TRANSCO
M/s Indosol Solar Pvt. Ltd. (ISPL).
The PR& RD (PR) Department.
The MA& UD Department.
The H.M.& F.W. Department.
The Mines Department
The Collector& District Magistrate, SPSR Nellore District.
The General Manager, District Industries Centre, SPSR Nellore District.

Copy to

The Finance (EBS-VIII) Department.
The Revenue (CT) Department.
The Revenue (Registration) Department.
The Law(H) Department.
The Accountant General, Andhra Pradesh
The Commissioner of Commercial Taxes
P.S. to Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Spl. Chief Secretary to Government & CIP, Ind. & Comm. Dept.
The G.A (Cabinet) Dept. (w.r.t. their U.O 259/2022)
SC/SF.

//FORWARDED:BY ORDER//

SECTION OFFICER